REFERENCE TITLE: rates; child care assistance

State of Arizona House of Representatives Forty-eighth Legislature First Regular Session 2007

HB 2687

Introduced by

Representatives Lopez, Garcia M, Hershberger, Saradnik, Senator Aboud: Representatives Alvarez, Bradley, Brown, Cajero Bedford, Campbell CH, Campbell CL, DeSimone, McGuire, Miranda B, Pancrazi, Prezelski, Rios P, Thrasher

AN ACT

AMENDING SECTION 46-805, ARIZONA REVISED STATUTES; MAKING AN APPROPRIATION; RELATING TO CHILD CARE SERVICES.

(TEXT OF BILL BEGINS ON NEXT PAGE)

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Be it enacted by the Legislature of the State of Arizona: Section 1. Section 46-805, Arizona Revised Statutes, is amended to read:

46-805. Child care assistance: rates

- A. The department shall establish payment rates for child care assistance. ON OR BEFORE JUNE 30 OF EACH EVEN-NUMBERED YEAR, THE DEPARTMENT SHALL CONDUCT AND PUBLISH A MARKET SURVEY FOR PAYMENT RATES. ON OR BEFORE JULY 1 OF EACH EVEN-NUMBERED YEAR, THE DEPARTMENT SHALL SUBMIT A COPY OF THE MARKET SURVEY TO THE PRESIDENT OF THE SENATE AND THE SPEAKER OF THE HOUSE OF REPRESENTATIVES. THE DEPARTMENT SHALL PAY RATES FOR LICENSED AND CERTIFIED PROVIDERS UP TO THE SEVENTY-FIFTH PERCENTILE OF A MARKET RATE SURVEY THAT IS CONDUCTED NO EARLIER THAN TWO YEARS BEFORE THE BEGINNING OF THE FISCAL YEAR. Payment rates shall provide for equal access for eligible families to comparable child care services provided to families who are not eligible to receive child care assistance.
- B. Beginning on July 1, 1998, payment rates shall be identical in form for all child care assistance.
- C. The department may pay different levels of child care assistance according to the category of child care provider, age of children, geographic area, level of national accreditation, varying child care costs for children with special needs or other circumstances to meet the child care needs of eligible families.
- D. The department shall establish a sliding fee scale and formula for determining child care assistance based on:
 - 1. Income and earnings of the family.
 - 2. Family size.
 - 3. Number of children receiving child care assistance.
- 4. Child support to other minor dependent children of the parent living outside the family unit.
- 5. Income and earnings of a family member who is at least eighteen years of age and who is residing in the home with a parent who is receiving child care assistance, if the family member claims any member of a family unit applying for assistance as a dependent on a federal or state income tax return.
- 6. Income and earnings of a nonfamily member who is at least eighteen years of age and who is residing in the home of and cohabiting with a parent who is receiving child care assistance if the cohabiting nonfamily member claims any member of a family unit applying for assistance as a dependent on a federal or state income tax return.
 - 7. Other factors of a similar nature.
- E. All child care providers shall remain in good standing with licensing and certification laws and adopted rules.

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Sec. 2. Child care assistance rates: department of economic security

- A. In fiscal year 2007-2008, the department of economic security shall pay rates for licensed and certified providers under section 46-805, Arizona Revised Statutes, as amended by this act, up to the seventy-fifth percentile of a market survey that was conducted in 2004.
- B. In fiscal year 2008-2009, the department of economic security shall pay rates for licensed and certified providers under section 46-805, Arizona Revised Statutes, as amended by this act, up to the seventy-fifth percentile of a market survey that was conducted in 2006.

Sec. 3. Appropriation; child care assistance; exemption

- A. The sum of \$35,000,000 is appropriated from the general fund in fiscal year 2007-2008 to the department of economic security for child care assistance under section 2, subsection A of this act.
- B. The appropriation made in subsection A of this section is exempt from the provisions of section 35-190, Arizona Revised Statutes, relating to lapsing of appropriations.

Sec. 4. Retroactivity

Section 46-805, Arizona Revised Statutes, as amended by this act, applies retroactively to from and after June 30, 2006.

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